OKLAHOMA FIELD OFFICE LEASE STIPULATION SUMMARY TEXAS, OKLAHOMA & KANSAS

Stipulation	Description/Purpose
FS 1	STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM UNDER
TX, OK, KS	JURISDICTION OF DEPARTMENT OF AGRICULTURE
, ,	The permittee/lessee must comply with all the rules and regulations of the Secretary of
	Agriculture set forth at Title 36, Chapter II, of the code of Federal Regulations
	governing the use and management of the National Forest System (NFS) when not
	inconsistent with the rights granted by the Secretary of the Interior in the permit. The
	Secretary of Agriculture's rules and regulations must be complied with for (1) all use
	and occupancy of the NFS prior to approval of an exploration plan by the Secretary of
	the Interior, (2) uses of all existing improvements, such as Forest development roads,
	within and outside the area permitted by the Secretary of the Interior, and (3) use and
	occupancy of the NFS not authorized by an exploration plan approved by the Secretary
	of the Interior.
FS 8 TX CSU-1A	CONTROLLED SURFACE USE - NATIONAL FORESTS IN TEXAS -
	STREAMSIDE MANAGEMENT
	Portions of this lease contain streamside management zones (floodplains, wetlands). Site- specific proposals for surface-disturbing activities within these areas will be
	analyzed and will normally result in establishment of protective requirements or
	limitations for the affected site. Surface occupancy for oil and gas wells will not be
	allowed within the streamside management zone.
FS 8 TX CSU-1E	CONTROLLED SURFACE USE -NATIONAL FORESTS IN TEXAS - PROTECT
I S O I A CSC IL	LAKESHORES, TOLEDO BEND RESERVOIR
	Proposals for a structure, facility, or motorized uses on Toledo Bend Reservoir lands
	between the 172' and 175' MSL contours, or on a strip of land extending inland 200
	meters from the 175' contour, may be subject to special requirements or limitations,
	such to be determined on a case-by-case basis.
FS 8 TX CSU-1I-2	CONTROLLED SURFACE USE - NATIONAL FORESTS IN TEXAS – RED-
	COCKADED WOODPECKER
	Portions of the land in this lease are, or may be, occupied by clusters of the endangered
	red-cockaded woodpeckers (RCWs). Exploration and development proposals may be
	modified and/or limited, in accordance with the <i>Recovery Plan for the Red-cockaded</i>
EC O TY I NI 4	Woodpecker, second revision approved January 27, 2003. LEASE NOTICE - NATIONAL FORESTS IN TEXAS - SURFACE OCCUPANCY
FS 8 TX LN-4	BELOW THE 172' MSL CONTOUR
	Proposals for surface occupancy, other than foot travel, below the 172'MSL contour
	will require concurrence of the United States Corps of Engineers prior to issuance of a
	Forest Service decision on that proposal. In addition, the Sabine River Authority of
	Texas will be requested to comment on such proposals.
FS 8 TX TLS-1B	TIMING LIMITATION - NATIONAL FORESTS AND GRASSLANDS IN TEXAS -
	BALD EAGLE NESTING
	Part or all of this lease is within one (1) mile of a bald eagle nesting site. During
	nesting periods, seismic exploration, new clearing of vegetation, and exploratory
	drilling or any other site-specific proposals for activities within these areas will be
	analyzed. Such analysis could result in establishment of protective requirements or
	limitations for the affected site and activities may be restricted if, in the opinion of the
70 0 77 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	responsible agency biologist, restrictions are necessary to assure nesting success.
FS 8 TX NSO-2	NO SURFACE OCCUPANCY - NATIONAL FORESTS IN TEXAS -

	D D O D D D D D D D D D D D D D D D D D
	RECREATIONAL VALUES
	No surface occupancy or use is allowed on the lands described below in order to meet
	visual quality objectives and to protection recreational values:
	East Hamilton Boat Ramp on Tract S-1Ao
	Ragtown Recreation Area on Tract S-1-I Part A
	Kickapoo Picnic Area on Tract K-2c Parcel #2
	Beech Ravine Scenic Area
	Chicken Lake within Tract 851
FS 8 TX NSO-3	NO SURFACE OCCUPANCY - NATIONAL FORESTS IN TEXAS - LAKESHORE PROTECTION
	No surface occupancy or use is allowed in areas along lakeshores where visual
	resources would be severely impacted by drilling facilities.
COE-SS-1A	CORPS OF ENGINEERS - MARION RESERVOIR
COL-33-1A	No surface occupancy is allowed on this lease in order to protect the reservoir. All areas
	with 2,000 feet of any major structure, including but not limited to the dam, spillway, or
	embankment, are restricted areas. The restricted areas including public use areas,
	recreation areas, wildlife refuges, etc. are not to be used for any purpose. Drilling
	operations in, on, or under the restricted areas, including drilling outside of the
	restricted areas which would cause a bore hole to be under the restricted area, will not
	be permitted. Structures and appurtenances shall be of material or construction
	determined to not create floatable debris and construction and operations of the
	structures should not cause pollution of the soils and waters of the project. All storage
	tanks and slush pits will be protected by dikes of sufficient capacity to protect the
	reservoir from pollution.
COE - NSO/ND	NO SURFACE OCCUPANCY and NO DRILLING
TX, OK, KS,	This stipulation, common to the COE and the BR, is designed to protect facilities such
	as dams, embankments and other areas from damage by oil and gas operations. This
	stipulation prohibits surface occupancy and directional drilling by the lessee under
	restricted areas. This stipulation allows the identified area to be included in a lease for
	the purpose of becoming a part of drilling unit so that the United States will share in
	royalty.
COE - NSO/DD	NO SURFACE USE OCCUPANCY, OPEN FOR DIRECTIONAL DRILLING
TX,OK, KS,	This stipulation is used by SMAs to protect surface resource values and uses from
171,011, 115,	drilling activities. This stipulation is applied to public use areas, recreation areas, state
	wildlife and waterfowl refuges, historical sites, trails, roads and military training areas.
	Directional drilling is permitted from outside the identified areas where occupancy is
	allowed.
COE - NSO/ELEV	NO SURFACE OCCUPANCY BASED ON ELEVATION
	This stipulation is used by the COE in combination with, "NO drilling on Government
TX,OK, KS,	owned surface where alternative surface ownership is available within the same drilling
	unit" to protect the integrity of their reservoirs to a specific level based upon lake
	elevation. Normally, this stipulation is subject to negotiation between the SMA and the
	lessee at the time of operational plan development.
OD A 1	FLOODPLAIN PROTECTION
ORA-1	
TX, OK, KS,	A result of EO 11988 Floodplain Management of May 24, 1977. All or portions of the
	lands under this lease lie in and or adjacent to a major watercourse and are subject to
	periodic flooding. Surface occupancy of these areas will not be allowed without the
OD 4 C	specific approval, in writing, of the Bureau of Land Management.
ORA-2	WETLAND/RIPARIAN
TX, OK, KS,	Mandated by EO 11990 Protection of Wetlands of May 24, 1077. All or portions of the

	lands under this lease contain wetland and/or riparian areas. Surface occupancy of these areas will not be allowed without the specific approval, in writing, of the Bureau of Land Management. Impacts or disturbance to wetlands and riparian habitats which occur on this lease, must be avoided or mitigated. The mitigation shall be developed during the application for permit to drill.
WO-ESA-7	CONSULTATION STIPULATION
TX,OK, KS,	The lease area may now or hereafter contain plants, animals, or their habitats
	determined to be threatened, endangered, or other special status species. BLM
	may recommend modifications to exploration and development proposals to
	further its conservation and management objective to avoid BLM-approved
	activity that will contribute to a need to list such a species or their habitat. BLM
	may require modifications to or disapprove proposed activity that is likely to
	result in jeopardy to the continued existence of a proposed or listed threatened or
	endangered species or result in the destruction or adverse modification of a
	designated or proposed critical habitat. BLM will not approve any ground-
	disturbing activity that may affect any such species or critical habitat until it
	completes its obligations under applicable requirements of the Endangered
	Species Act as amended, 16 U.S.C. § 1531 et seq., including completion of any
	required procedure for conference or consultation.